

**Proprietary Funds**  
**Major Enterprise Fund**

Enterprise funds are used to account for revenues resulting primarily from charges for services provided to the general public and the related costs of such services.

*Major Enterprise Fund:*

- **Water Resources** -- This fund accounts for the revenues and expenses related to the City's water system.

**CITY OF ASHEVILLE**  
**WATER RESOURCES FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL (NON-GAAP)**  
**FOR THE YEAR ENDED JUNE 30, 2005**

	Budget	Actual	Variance Favorable (Unfavorable)
<b>OPERATING REVENUES</b>			
Charges for services:			
Water	\$ 20,100,000	\$ 19,907,095	\$ (192,905)
Connection fees	1,998,000	2,435,133	437,133
Other services	403,000	505,738	102,738
Miscellaneous revenues	70,720	75,499	4,779
Total operating revenues	<u>22,571,720</u>	<u>22,923,465</u>	<u>351,745</u>
<b>OPERATING EXPENDITURES</b>			
Department-wide expenses	7,263,985	6,399,648	864,337
Asheville/Buncombe Water Authority	25,335	14,117	11,218
Administration	601,978	519,037	82,941
Meter Service	1,063,997	1,049,944	14,053
Water conservation	71,386	62,448	8,938
Maintenance and repair - city water	4,280,603	3,684,568	596,035
Water production and quality	3,069,461	3,009,236	60,225
Construction crew	509,888	433,219	76,669
Total operating expenditures	<u>16,886,633</u>	<u>15,172,217</u>	<u>1,714,416</u>
Operating income	<u>5,685,087</u>	<u>7,751,248</u>	<u>2,066,161</u>
<b>NONOPERATING REVENUES (EXPENDITURES)</b>			
Operating grant	-	742,862	742,862
Interest earned	75,000	250,971	175,971
Principal payments on debt	(2,824,675)	(2,824,675)	-
Interest and debt service charges	(2,896,086)	(2,896,086)	-
Proceeds from the sale of fixed assets	-	32,462	32,462
Total nonoperating revenues (expenditures)	<u>(5,645,761)</u>	<u>(4,694,466)</u>	<u>951,295</u>
Revenues over expenditures before other financing uses and appropriated fund balance	<u>39,326</u>	<u>3,056,782</u>	<u>3,017,456</u>
<b>OTHER FINANCING (USES)</b>			
Transfers out:			
To Water Major Capital Projects Fund	(1,705,507)	(1,705,507)	-
Appropriated fund balance	<u>1,666,181</u>	<u>-</u>	<u>(1,666,181)</u>
Revenues and appropriated fund balance over expenditures and other financing uses	<u>\$ -</u>	<u>1,351,275</u>	<u>\$ 1,351,275</u>
Reconciling items:			
Depreciation		(3,832,185)	
Transfer to Water Major Capital Projects Fund		1,705,507	
Principal payments on debt		2,824,675	
Donated assets		1,907,301	
Capital contributions from capital project funds		223,153	
Capital outlay		806,893	
Change in net assets		<u>\$ 4,986,619</u>	

**CITY OF ASHEVILLE**  
**WATER BOND CAPITAL PROJECTS FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES-BUDGET AND ACTUAL**  
**FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2005**

	Project Authorization	Prior Years	Actual Current Year	Total to Date
<b>REVENUES</b>				
Investment earnings	\$ 544,156	\$ 2,375,755	\$ 16,592	\$ 2,392,347
Total revenues	<u>544,156</u>	<u>2,375,755</u>	<u>16,592</u>	<u>2,392,347</u>
<b>EXPENDITURES</b>				
General capital project	444,112	260,881	750	261,631
Black Mtn conversion	500,000	-	1,000	1,000
Sweeten Creek phase 2	502,597	1,272	445,934	447,206
Pisgah highway phase 2	406,100	786	405,314	406,100
US 74 Phase 2	963,192	960,305	2,865	963,170
Hendersonville Road	199,928	-	199,928	199,928
Lutheridge	585,791	-	399,647	399,647
Annexation	271,000	67,621	29,111	96,732
Reservoir rehab	572,335	235,502	141,233	376,735
Old US 70	7,000	1,620	5,060	6,680
Total expenditures	<u>4,452,055</u>	<u>1,527,987</u>	<u>1,630,842</u>	<u>3,158,829</u>
Revenues under expenditures before other financing sources	<u>(3,907,899)</u>	<u>847,768</u>	<u>(1,614,250)</u>	<u>(766,482)</u>
<b>OTHER FINANCING SOURCES</b>				
Proceeds from sale of bonds	3,907,899	3,724,667	-	3,724,667
Total other financing sources	<u>3,907,899</u>	<u>3,724,667</u>	<u>-</u>	<u>3,724,667</u>
Revenues and other financing sources over (under) expenditures	<u>\$ -</u>	<u>\$ 4,572,435</u>	<u>\$ (1,614,250)</u>	<u>\$ 2,958,185</u>

**CITY OF ASHEVILLE**  
**WATER MAJOR CAPITAL PROJECTS FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES-BUDGET AND ACTUAL**  
**FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2005**

	Project Authorization	Prior Years	Current Year	Total to Date
<b>REVENUES</b>				
MSD reimbursements	\$ -	\$ -	\$ 2,200	\$ 2,200
Henderson County contribution	15,000	1,642	-	1,642
Total revenues	15,000	1,642	2,200	3,842
<b>EXPENDITURES</b>				
Pesticide mix station	655,000	390,037	15,000	405,037
Matching Funds/\$3M Grant	155,369	29,672	-	29,672
Critical needs phase 2	249,278	-	-	-
Master plan improvement	262,117	8,600	6,292	14,892
NC Hwy 151 phase II	195,000	6,576	-	6,576
US25A Sweeten Crk II	824,852	11,262	438,388	449,650
Critical needs III -1	1,061,251	874,279	-	874,279
Critical needs III -2	910,733	618,192	-	618,192
Critical needs III -3	1,028,016	676,962	104,909	781,871
Treatment upgrades	4,000,000	1,375,145	1,573,132	2,948,277
NC191 Sardis Road	1,320,266	138,388	-	138,388
Environmental grant	144,000	12,468	6,366	18,834
Smokey Park bridge	37,300	1,020	-	1,020
Annexation 2001	488,481	12,174	-	12,174
Brevard Road	613,000	-	-	-
2004 Annexation	135,000	-	384	384
NCDOT-Mill Creek	83,000	-	4,176	4,176
Total expenditures	12,162,663	4,154,775	2,148,647	6,303,422
Revenues under expenditures before other financing sources	(12,147,663)	(4,153,133)	(2,146,447)	(6,299,580)
<b>OTHER FINANCING SOURCES</b>				
Transfers in:				
From Water Resources Fund	7,611,478	6,536,381	1,705,507	8,241,888
Capital grants	4,536,185	2,470,792	238,277	2,709,069
Total other financing sources	12,147,663	9,007,173	1,943,784	10,950,957
Revenues and other financing sources over (under) expenditures	\$ -	\$ 4,854,040	\$ (202,663)	\$ 4,651,377